

March 9, 2010

Los Angeles County Board of Supervisors

TO: Each Supervisor

Gloria Molina First District

John F. Schunhoff, Ph.D. FROM:

Interim Director

Mark Ridley-Thomas

Second District

REVISED REIMBURSEMENT RATES FOR PHYSICIAN SUBJECT:

SERVICES FOR INDIGENTS PROGRAM (PSIP)

Zev Yaroslavsky Third District

Don Knabe

Fourth District

Michael D. Antonovich Fifth District

On February 16, 2010, your Board authorized the Interim Director of Health Services (DHS) to reduce the initial reimbursement rate for PSIP to 18% of the Official County Fee Schedule (OCFS) for Fiscal Year (FY) 2009-10 and offer revised emergency physician services agreements for FY 2009-10 to eligible non-County physicians providing emergency services at non-County emergency hospitals. In addition, your Board instructed DHS to rapidly pay the backlog of frozen claims; and to report progress weekly until the backlog is gone.

John F. Schunhoff, Ph.D. Interim Director

Robert G. Splawn, M.D. Interim Chief Medical Officer

313 N. Figueroa Street, Suite 912 Los Angeles, CA 90012

> Tel: (213) 240-8101 Fax: (213) 481-0503

www.dhs.lacounty.gov

PSIP ENROLLMENT AND CLAIMS PROCESSING CURRENT STATUS

Following Board approval of the FY 2009-10 reimbursement rate on February 16, 2010, the enrollment packets were updated and made available to all eligible physicians on February 17, 2010. Physicians can now submit claims for July to November 2009 dates of service. Since the program requires that providers attempt to identify other sources of payment for 90 days prior to billing the County, services provided from December 2009 to February 2010 are not yet billable to the program. The Emergency Medical Services Agency is working with the County's contracted claims adjudicator, American Insurance Administrators (AIA), to expedite the enrollment process. After the annual enrollment, submitted claims will be adjudicated and paid expeditiously. Based on historical experience, the physicians will complete the enrollment process and the first claims will be received 30-60 days from the beginning of the enrollment period.

REVIEW OF THE PSIP PROGRAM POLICIES

To improve health through leadership, service and education. On March 4, 2010, the Department discussed the PSIP Program funding cut, reimbursement rate reduction, and the current policies with the Hospitals and Healthcare Delivery Commission for review and input. The Commission will submit their comments and recommendations on the program to the Auditor Controller's

To continue the operational review, the PSIP program has been placed on the agenda of the Emergency Medical Services Commission for the March 17, 2010 meeting.

I will keep you informed about the ongoing enrollment and claims payment process. In the meantime, if you have any questions, please contact me or Carol Meyer, Chief Network Officer at (213) 240-8370.

JFS:CC 1002:005

www.dhs.lacountv.gov

Executive Office, Board of Supervisors C: County Counsel Chief Executive Office Auditor-Controller **Emergency Medical Services Commission** Hospitals and Health Care Delivery Commission